



FEDERAL ELECTION COMMISSION  
Washington, DC 20463

August 9, 2000

Mr. Timothy H. Waterman, Registered Agent  
VideoEye Corporation  
1325 S. Five Mile Road  
Boise, ID 83709

RE: MUR 5060

Dear Mr. Waterman:

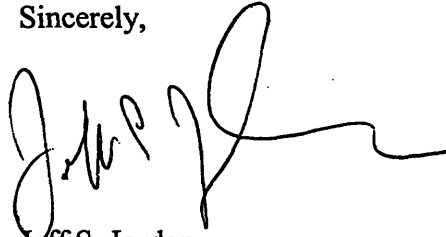
The Federal Election Commission received a complaint which indicates that the VideoEye Corporation may have violated the Federal Election Campaign Act of 1971, as amended ("the Act"). A copy of the complaint is enclosed. We have numbered this matter MUR 5060. Please refer to this number in all future correspondence.

The complaint was not sent to you earlier because our computers were down. Under the Act you have the opportunity to demonstrate in writing that no action should be taken against the VideoEye Corporation in this matter. Please submit any factual or legal materials which you believe are relevant to the Commission's analysis of this matter. Where appropriate, statements should be submitted under oath. Your response, which should be addressed to the General Counsel's Office, must be submitted within 15 days of receipt of this letter. If no response is received within 15 days, the Commission may take further action based on the available information.

This matter will remain confidential in accordance with 2 U.S.C. § 437g(a)(4)(B) and § 437g(a)(12)(A) unless you notify the Commission in writing that you wish the matter to be made public. If you intend to be represented by counsel in this matter, please advise the Commission by completing the enclosed form stating the name, address and telephone number of such counsel, and authorizing such counsel to receive any notifications and other communications from the Commission.

If you have any questions, please contact Alva E. Smith at (202) 694-1650. For your information, we have enclosed a brief description of the Commission's procedures for handling complaints.

Sincerely,

A handwritten signature in black ink, appearing to read "Jeff S. Jordan", with a stylized flourish extending to the right.

Jeff S. Jordan  
Supervisory Attorney  
Central Enforcement Docket

Enclosures

1. Complaint
2. Procedures
3. Designation of Counsel Statement

21-04-402-3426